CLASSIFICATION

Approved For Release 2008/01/23 : CIA-RDP80-00810A008400100005-6

INFORMATION REPORT

CD NO.

25X1

COUNTRY Bast Germany SUBJECT Rost Cornen Ministry of Traffic DATE OF INFO.

DATE DISTR 6 December 1955 NO OF PAGES 23

NO. OF BIOLS. 1 1 1/2

25X1

SUPPLEMENT TO REPORT NO.

25X1

THIS IS UNEVALUATED INFORMATION

- 1. The different departments of the CDR Ministry of Traffic in East Berlin were located as follows:
  - a. 33 Voss-Strasse:

Office of the Deputy Minister and Secretary of State Sczcpecki Main Administration for Operations and Traffic Main Administration for Rolling Stock.

b. 42 - 43 Taubenstrasse:

Office of the Minister of Traffic and his Secretariat, Soviet Adviser Deputy Minister Menza Political Administration Complaints Department Press Department Central Transport Committee.

c. Krausenstrasse (number undetermined:

Deputy Minister Lindemann Main Administration for Railroad Repair Shops Main Administration for Track Installations Main Administration for Safety and Telecommunications Installation Control Department Auditing Department Central Cadre Department Accounting Department Pinance Department Budget Department Planning Department Statistical Department Organizations Department International Affairs Department Legal Department Classified Materials Department Department in Charge of Railroad Schools.

C-O-N-F-I-D-E-N-T-I-A-L

			CLAS	SIFICALI	ON		Or Ordy		1			
TATE	¥	HAVY	#*	NSRB		DISTRI	BUTION		П	<u> </u>		_
RMY	#x	AIR	#-	FBI	T							
	70	The state of the s								L	-	

25X1

CONFIDENTIAL NOFORN

- 2 -

## d. 41 Rathausstrasse:

Deputy Minister and Secretary of State Weiprecht Main Administration for Motor Traffic Main Administration for Highways Administrative Department

e. Klera-Zetkin-Strasse (number undetermined):

Deputy Minister and Secretary of State Salomon Main Administration for Shipping Main Administration for Waterways.

f. In recent conferences attended by the deputy ministers and the chief of main administrations, it was repeatedly stressed that all agencies of the Ministry of Traffic including the schools run by it should be transferred from the vicinity of the zonal boundary to the edge of East Berlin. Karlshorst was mentioned in this connection as a suitable location for the various offices of the Ministry of Traffic, No suitable buildings were found at Karlshorst, however. The offices on Yoss Strasse were the first offices scheduled to be evacuated.

all the other ministries in East Berlin were also 25X1

planning to move to places farther away from the zenal boundary.

In connection with these plans, a school run by the Ministry of Traffic at Berlin - Lichtenberg was closed on 1 June 1955. The two schools run for the Main Administration for Motor Traffic in Leipzig and for highways in Erkner were merged on 1 July 1955 and transferred to Zabeltitz. The students attending these courses are to be prevented from going to Berlin and visiting

the western sectors of the city. 1

2. The Table of Organizations of the Ministry of Traffic as confirmed by the State Planning Commission on 9 July 1955, was as follows:

a. Minister of Traffic

Personnel Strength
7 persons

Secretariat

1 personal assistant

- 1 technical assistant for railroads
- l assistant for motor traffic and highways
- l assistant for shipping
- 1 female secretary
- 1 typist
- 1 auxiliary typist
- l auxiliary typist

Deputy Ministers

6 persons

Menzel Sczcpecki Lindemann

Salomon

Weiprecht

the name of one deputy minister not known to source.

Central Departments

Bureau of the Minister Complaint Department Control Department Auditing Department

20 persons

2 "

15

4

Confidential

Approved For Release 2008/01/23: CIA-RDP80-00810A008400100005-6

25X1

25X1

CONFIDENTIAL NOFORN		25
<b>- 3</b> -		
• .		
Central Cadre Department Accounting Department	15 persons 20 "	
Finance Department	25 **	
Budget Department	14 "	
Planning Department	20 "	
Statistical Department	12 "	
Organizational Department	21 "	
Classified Materials Department	8 " 20 "	
International Affairs Department Central Tensport Committee	2 4	
Legal Department	10 N	
Total	233 persons	
Deputy Minister Menzel:		
Political Administration of the De	eutsche	
Reichsbahn	35 persons	
Deputy Minister and Secretary of S	State Sczepecki:	
Main Administration for Safety and Telecommunications	30 persons	
Main Administration for Operations and Traffic	150 **	
Main Administration for Rolling Stock	180 " 360 "	
The state of the s	-	
Deputy Minister Lindemann:	100	
Main Administration for	120 persons	
Railroad Repair Shops Department in charge of schools	10 " 370 "	
Dober amount in onwide of company	130 "	
Deputy Minister:		
(Post not filled at present)		
Main Administration for Track		
Installations	90 persons	٠
Deputy Minister and Secretary of S		
	e.e.	
Main Administration for Shipping	55 persons	
Main administration of Waterways		
Deputy Minister and Secretary of State Weiprecht:		
Main Administration for Traffic	60 persons	
" " Highways	60 "	
Administration Department	140 " 260 persons	

1

1,218 persons

CONFIDENTIAL NOFORN

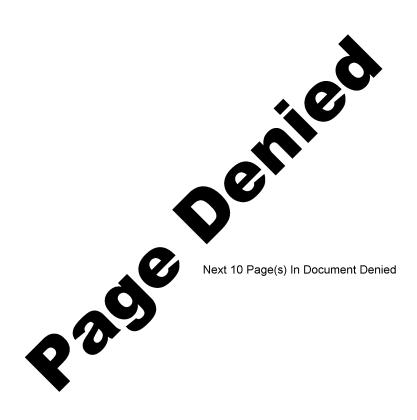
CONFIDENTIAL	
NOFORN	25X
- 4 -	

- b. The position of the deputy minister in charge of the Main Administration for Track Installations is not filled at present. Freitag (fnu), at present chief of the Main Administration for Track Installations apparently has the greatest chance of becoming deputy minister.
- c. It was learned that the 1955 budget of the Minister of Traffic included an item of 10.9 million DNE to be paid for wages and salaries. No allowance was made for a special bonus which is paid once a year to all railroad personnel who have served for two years. Within the Ministry of Traffic, this bonus was due to about 800 persons and the total amount to be paid for it was about 230,000 DME. It was learned that the so-called "Stellenplankommission" (Commission in charge of Table of Organization) had been ordered by the government to work out new wage schedules for the entire GDR. The aim of the new schedules was to guarantee equal pay for equal work all over the zone. Effective immediately, no individual contracts were to be concluded with administrative personnel. It was also rumored that salaries were going to be cut. Thus, for example, Schlimper, Chief of the Main Administration for Motor Traffic had been transferred 25X1 from wage category E 2 to wage category E 3. The salary in the E 2 category was 2,100 DME before taxes plus an untaxed bonus of 1,000 DME. A salary of 1,800 DME was paid in the E 3 category in addition to a special bonus of 700 DME. It was also known that the personnel of the Designs Bureau for Highways was to be cut from 57 to 36 employees.

o agreement had al ain Administration	legedly been reached about the assignment of the for Air. 2	
	t the Ministry of the Interior was making preparation to a Main Administration for Air.	ns
	g was chief of Schoenefeld Airfield.	
		2
fter sovereignty w	s given to the GDR by the Soviets, three Soviet	
dvisors remained a dvisors was	is given to the GDR by the Soviets, three Soviet ttached to the Ministry of Traffic. One of these	
dvisors remained a	•	2
dvisors remained a dvisors was colstikh (phonetic	•	

f. A special committee consisting of the Ministry of Traffic and all deputy ministers held meetings about every two weeks in the office on Taubenstrasse. The Soviet advisors also attended these meetings.

> CUMPIDENTIAL NOPORN



CCNFIDENTIAL NOFORN	25X1
<b>- 16</b> -	25X1
MD - 4-17 1 A	25X1

- 4. The following missions were assigned to the Budget Department:
  - Drawing up of the entire budget of the Ministry of Traffic, control of expenditure and settling of accounts every month and every three months, analysis of the financial side of the fulfilment of production plans.
  - b. Giving of information to subordinate agencies in budget matters. Every month conferences attended by about 60 budget experts were held in the conference room of the Ministry of Traffic on Krausenstrasse.
  - Drawing up of the annual initial and final balances (Eroeffnungs-and 25X1 Schlussbilanzen),
  - d. Control on the spot of expenditures made by subordinate agencies.
  - a. Almost every day the chief of the budget department conferred with the minister, his deputies and chiefs of the individual main administrations on finance and budget matters. About twice a month conference of budget experts from all over the GDR 25X1 took place at the Ministry of Finance.

5. Miscellaneous data on missions assigned to various departments of the Ministry:

25X1

- Bureau of the Minister:
  - As far as was known, this bureau was charged with special missions. In late June 1955, the planned construction of a new railroad line across Lake Templin near Potsdam, was divulged by Keul, chief of the Main Administration for Waterways. This project was said to be connected with the Berlin Outer Freight Ring. Construction work on the new line was started on 1 July 1955 and the project is scheduled to be completed by the spring of 1956. A railroad bridge was scheduled to be built across Lake Templin. The Main Administration for Shipping was ordered to provide dredges and cranes for this rallroad construction project. All construction projects connected with shipping were to rank in importance behind this railroad project.
- b. The Complaints Department received all complaints from the East German public. The complaints were forwarded for further action to the departments involved.

COMPIDENTIAL . MOPORIN

CONFIDENTIAL NOFORN	25X

- 17 -

- c. The Control Department received special missions from the SED Central Committee. It was learned that between February and May 1955, coal consumption in the Cottbus Area was to be checked in cooperation with the Ministry for Machine Construction.
- d. As far as was known, the Auditing Department controlled only subordinate agencies. Auditing operations at the Ministry of Traffic itself were conducted by representatives of the Ministry of Finance, usually every three months.
- e. The political administration of the Deutsche Reichsbahn has representatives attached to all RBDs, the railroad offices (RBAs) and all the 28 railroad repair shops (RAWs). In the section of motor traffic, highways, and shipping, political work is in the hands of SED secretaries who receive their directives from the political administration of the Deutsche Reichsbahn. It was rumored that the political administration caused 10 engineer at Leuna (?) to be arrested because of sabotage in June 1955. These engineers were allegedy charged with having added sard to gasoline.

COMPIDENTIAL MOPORM



CONFIDENTIAL NOFORM		25X1
- 19 -	44,	25X1

b. Details from the 1955 budget of the Ministry of Traffic: It was learned that the budget envisaged an an expenditure of approximately 260 million DME plus a total of 284 million DME for maintenance work on highways and bridges in the individual Bezirke and Kreise. In detail the following expenditure was envisaged:

Ministry of Traffic	13.2	in million
Political Administration	0.9	H
Evening Courses	4	n
College in Dresden	8	**
Autobahn Administration in Halle	12.5	79
Administration of Waterways	40	tr
KTA Dresden	1.8	f#
Projects and Preliminary Projects	20.5	15
Leipzig-Mockau Airfield	0.7	19
Three Designs Bureaus	12	19
Central Technical Bureau Berlin	4.3	15
Research Institute of the VEN Berlin	1	н
Preliminary Plans	2	**
Transport Agreements	25	te
Engineer Depot Oybin	0.045	19
SSUB (Working Capital only)	12	69
Shipping	3.2	15
Railroad Traffic Enterprises	72	14
Bauunion Eisenbahn	3.2	#1

Total 236.345 "

CONFIDENTIAL NOFORN

CONFIDENTIAL NOFORN

25X1

- 20 -

The last four items of the tabulation must be considered as loans given for the procurement of materials. These loans must be paid back by the end of 1955.

It was known that a sum of approximately 900,000 DME was made available from extra=budgetary means for the coverage of Mitropa losses.

Control of the transfer of net profits of the VEW: It was known that the VEW was scheduled to transfer net profits to the amount of 270 million DME in 1955. Actually, however, only 10.3 percent of the sum was transferred by 12 July 1955. At the traffic conference held in Leipzig in about February 1955, the Minister of Traffic stated that an additional 20 million DME over and above the 270 million DME scheduled were to be transferred as net profits to the state budget. It was believed, however, that this plan was completely unrealistic. The 24 SSUBs and the four construction enterprises existing in Berlin, Potsdam, Greifswald and Dresden were scheduled to transfer net profits to the amount of 4 million DaE in 1954. In 1955, preliminary plans envisaged that these enterprises should transfer a net profit of 6 million DME. According to a plan approved by the GDR Council of Ministers, the net profits to be transferred by these enterprises were further raised to 12 million DME. It appears that the latter sum is completely unrealistic and that the enterprises involved will hardly be able to make profits exceeding 6 million DME. According to plans made for 1955, the Deutsche Reichsbahn had to transfer to the state budget net profits to the total amount of 90 million DME. This sum was raised by the CDR Council of Ministers to 190 million DME. This sum was raised by the GDR Council of Ministers to 190 million DEE. It appeared impossible, however, that this sum could be transferred in view of the financial plight of the Reichsbahn. It was known that the Minister of Traffic had to explain the non-fulfilment of financial plans personally.

7.	International Traffic Conference in East Berlin.  Between 1 and 31 July 1955, a traffic conference was held at Hotel Johannes in East Berlin. This conference was attended by representatives of the GDR, the USSR and all Satellite countries.	25X
		25 <b>X</b> 1
8.	Highway tariffs in force in intra-zonal traffic. It was learned that Seiffert, chief of the Traffic Department, negotiated  on the highway tolls imposed on vehicles using GDR highways and Autobahns. One Tschanke, referent of the Main Administratifor Highway Traffic and one Clauditz, a technical referent of the same	25X1 25X1 .o:25X1
	administration also perticipated in these negotiations. It was learned that one Franke, who worked for the SSD, also took part in these negotiations.	
	receipts from highway tolls were transferre to the Ministry of the Interior and were not used for the maintenance of highways.	25X1 d <sub>25X1</sub>

9. At the Budget Department a secret account which carried No 482 was kept. This account was used for the traffic agreement concluded between the USSR and the GDR in 1952 on the re-purchase of railroad material seized by the Soviets at the end of the war. It was believed that this material almost excusively included worn-out and obsolete material such as locomotives, freight cars and

CONFIDENTIAL MOPORT

CONFIDENTIAL 25X1 NOFORN

- 21 -

passenger cars. A large amount of this railroad material which was returned by the Soviets could only be used as scrap.8 It was also known that Minister Kramer in about early 1954, conducted negotiations 25X1 in Moscow with the aim to modify the agreement. Kramer wanted the Soviets to recognize East German claims for transport services rendered. It was remembered that the USSR demanded from the GDR a payment of approximately 25X1 200 million DME for railroad material returned to East Germany. 25X1 It was learned that payments owed by the GDR to Poland and Czechoslovakia were given priority over the payments 25X1 due to the USSR. No money was available to the GDR Ministry of Finance in April 1955, and therefore all payments except for the payment of wages had 25X1 to be stopped. It was believed that the CDR still owed the USSR a sum of 100 million DME 25X1 after the payment of the remaining 4 million DME has been made. It was believed that no interest was due on the money owed to the Soviets. 10. An extra budgetery item of 900,000 DLE was earmarked for the compensation of Mitropa losses in 1955. These losses resulted from price differences for food served in dining cars 25X1 Damages caused by floods in the Plauen, Chemnitz, Dresden and Halle areas 1954 amounted to 100 million DME. The ministry had originally planned to make available money f om the budget reserves for flood relief purposes. These plans were concelled, and also the GDR Council of Ministers did not make special funds available for flood relief. Because of this situation, all repair work in areas hit by floods was discontinued in October 1954. 25X1 Soviet Army maneuvers had caused denoge estimated at approximately 10 million DMC in the Dresden, Mittenberg and Halle areas during the first 4 months of 1954. It was believed that the actual damage was much higher. The damage was mainly done during river crossing exercises of Soviet engineer units. It was believed that damage was also caused by Soviet maneuvers on

highways and bridges. It was remembered that the chiefs of the Traffic Departments of the Bezirke in Thuringia and in Cottbus had complained very frankly about damage caused to highways and highway bridges in the course of Soviet maneuvers. The officials involved also pointed out that they had no funds to pay for the repair of this damage.

13. The office buildings on Vossstrasse, Taubenstrasse and Krausenstrasse were guarded by members of the transportation police. The members of this organization wore dark blue uniforms and were armed with carbines. The office buildings on Clara-Zetkin Strasse and Rathausstrasse were posted by guards. the socalled "Betriebsschutz B". From 300 to 400

CONFIDENTIAL

NOFORN

12.

CONFIDE.TIAL NOFORN

25X1

**- 22 -**

employees and officials of the GDR Minister of Traffic belonged to the so-called "fighting group" most of them were SED member, and 10 percent of them were women. It was learned that all members of the "fighting group" were ordered to buy themselves blue mechanics overalls fitted with zipper fastene such an overall costs 26 DME. No information was available on the armament of the "fighting groups". It was known, however, that firing exercises were	rs,
held each Saturday and Sunday. The leader of the "fighting groun" of the	25X1
Ministry of Traffic was Thiele, chief of the Level Department, Other	
leading members of this organization were SED Secretary Raab, one Wrban	25X1
Construction) and one Gutenberg assigned to the Bain Administration for Highway	25X1
Planning Department at the Main Administration for Motor Traffic).	

		25X1
1	Comment. These data on the organizational set-up of the Ministry of Traffic agrees with previous information	_25X1
		23 <b>\</b>
		*:
2.	Comment. This information is obtained for the first time. The	25X′
	planned reorganization, if executed, would follow the Soviet pattern.	
. [		25 <b>X</b> ′
3.	Comment. Kiessling is known to be the chief of the Schoenefeld - Dienenses Airfield.	237
	prejeusee artifica	
4	Comment. Soviet advisers attached to the Linistry of Traffic include	25 <b>X</b> 1
L	ueneral Voronichev (fnu) and Colonela Tarasov (fnu) and Tolstikh (fnu),	05)/4
		25X1

Kampi grappe.

COMPIDE ATTAL MOPORM

CONFIDENTIAL NOFORM	
27	
Comment. This information refers to the ailroad line between Saarmund and Golm, whi ast gap in Berlin Outer Freight Ring. It is hich will cross Lake Templin will not be out	ich is designed to close the sbelieved that this line,
Comment. Information on this traffic or reviously.	conference was transmitted
Comment. Between 1951 and 1953, formed as seized by the Scviets in 1945 was return the material included 186 electric locomotist of the Berlin elevated train system and appropriately types.	med by the USSR for Payment.
Comment. The present report which give	es a good survey of the
rganizational set-up of the Ministry of Trand the essential missions of its individual	
nd supplements available information.	•

CONFIDENTIAL